## Senate Amendment 5389

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Amend Senate File 517, as amended, passed, and
   2 reprinted by the Senate, as follows:
   3 <u>#1.</u> By striking everything after the enacting 4 clause and inserting the following:
   5 <Section 1. Section 8.60, subsection 15, Code 6 2007, is amended by striking the subsection. 7 Sec. 2. Section 12.28, subsection 6, Code 2007, is
   8 amended to read as follows:
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          6. The maximum principal amount of financing
  10 agreements which the treasurer of state can enter into
  11 shall be one million dollars per state agency in a
  12 fiscal year, subject to the requirements of section
  13 8.46. For the fiscal year, the treasurer of state 14 shall not enter into more than one million dollars of
1 15 financing agreements per state agency, not considering
  16 interest expense. However, the treasurer of state may 17 enter into financing agreements in excess of the one
  18 million dollar per agency per fiscal year limit if a 19 constitutional majority of each house of the general
  20 assembly, or the legislative council if the general 21 assembly is not in session, and the governor,
  22 authorize the treasurer of state to enter into
  23 additional financing agreements above the one million 24 dollar authorization contained in this section. The
  25 treasurer of state shall not enter into a financing
  26 agreement for real or personal property which is to be
  27 constructed for use as a prison or prison=related
  28 facility without prior authorization by a
  29 constitutional majority of each house of the general
  30 assembly and approval by the governor of the use,
  31 location, and maximum cost, not including interest
1 32 expense, of the real or personal property to be
  33 financed. However, financing agreements for an energy
  34 conservation measure, as defined in section 7D.34, for 35 an energy management improvement, as defined in
  36 section 473.19, or for costs associated with projects
  37 under section 473.13A, are exempt from the provisions 38 of this subsection, but are subject to the
1 39 requirements of section 7D.34 or 473.20A.
1 40 addition, financing agreements funded through the 1 41 materials and equipment revolving fund established in
1 42 section 307.47 are exempt from the provisions of this
1 43 subsection.
                      Section 103A.3, Code 2007, is amended by
  44
          Sec. 3.
1 45 adding the following new subsection:
  46 <u>NEW SUBSECTION</u>. 23. "Sustainable design" means 47 construction design intended to minimize negative
1 46
  48 environmental impacts and to promote the health and
1
  49 comfort of building occupants including but not
  50 limited to measures to reduce consumption of
   1 nonrenewable resources, minimize waste, and create
   2 healthy, productive environments.
3 Sec. 4. Section 103A.7, subsection 6, Code 2007,
   4 is amended to read as follows:
         6. The conservation of energy through thermal and
   6 lighting efficiency standards for buildings intended
   7 for human occupancy or use and which are heated or 8 cooled and lighting efficiency standards for buildings
  9 intended for human occupancy which are lighted.

10 Sec. 5. Section 103A.7, Code 2007, is amended by
11 adding the following new subsection:
12 NEW SUBSECTION. 7. Standards for sustainable
2 13 design, also known and referred to as green building
  14 standards.
                      Section 103A.8, subsections 7 and 8, Code
          Sec. 6.
2 16 2007, are amended to read as follows:
         7. Limit the application of thermal efficiency
2 18 standards for energy conservation to new construction
2 19 of buildings which will incorporate a heating or
2 20 cooling system are heated or cooled. Air exchange 2 21 fans designed to provide ventilation shall not be
2 22 considered a cooling system. The commissioner shall
2 23 exempt any new construction from any thermal
2 24 efficiency standards standard for energy conservation
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25 if the commissioner determines that the standards are 2 26 standard is unreasonable as they apply it would apply 2 27 to a particular building or class of buildings 28 including farm buildings for livestock use. No 29 standard adopted by the commissioner for energy 30 conservation in construction shall be interpreted to 31 require the replacement or modification of any 32 existing equipment or feature solely to ensure 33 compliance with requirements for energy conservation 34 in construction. Lighting efficiency standards shall 35 recognize variations in lighting intensities required 36 for the various tasks performed within the building. 37 The commissioner shall consult with the department of 38 natural resources regarding standards for energy 39 conservation prior to the adoption of the standards. 40 However, the standards shall be consistent with 41 section 103A.8A. 42 8. Facilitate the development and use of solar 43 <u>renewable</u> energy. Sec. 7. Section 103A.8A, Code 2007, is amended to 2 44 45 read as follows: 103A.8A ENERGY CONSERVATION REQUIREMENTS. 46 47 The state building code commissioner shall adopt as 48 a part of the state building code a requirement that 49 new single=family or two=family residential 50 construction shall comply with energy conservation 1 requirements. The requirements adopted by the 2 commissioner shall be based upon a nationally 3 recognized standard or code for energy conservation. 4 The requirements shall only apply to single=family or 5 two=family residential construction commenced after 6 the adoption of the requirements. This chapter shall 7 not be construed to prohibit a governmental 8 subdivision from adopting or enacting a minimum energy 9 standard which is substantially in accordance and 3 10 consistent with energy codes and standards developed <del>3 11 by a nationally recognized organization in effect on</del> 3 12 or after July 1, 2002. A governmental subdivision 3 13 that adopts or enacts a minimum energy standard which 3 14 is substantially in accordance and consistent with 3 15 energy codes and standards developed by a nationally 3 16 recognized organization shall adopt or enact any 17 update or revision to the energy codes and standards. 3 18 Notwithstanding any other provision of this chapter to 19 the contrary, the energy conservation requirements 3 20 adopted by the commissioner and approved by the 21 council shall apply to new single=family or two=family 22 residential construction commenced on or after July 1, 23 2008, and shall supersede and replace any minimum 3 24 requirements for energy conservation adopted or 25 enacted by the governmental subdivision prior to that 26 date applicable to such construction. The state 27 building code commissioner may provide training to 28 builders, contractors, and other interested persons on 29 the adopted energy conservation requirements. Sec. 8. NEW SECTION. 103A.8B SUSTAINABLE DESIGN 3 31 OR GREEN BUILDING STANDARDS. The commissioner, after consulting with and receiving recommendations from the department of 34 natural resources and the office of energy 35 independence, shall adopt rules pursuant to chapter 36 17A specifying standards and requirements for 37 sustainable design and construction based upon or 38 incorporating nationally recognized ratings, 39 certifications, or classification systems, and 40 procedures relating to documentation of compliance. 41 The standards and requirements shall be incorporated 42 into the state building code established in section 43 103A.7, but in lieu of general applicability shall 44 apply to construction projects only if such 45 applicability is expressly authorized by statute, or 46 as established by another state agency by rule. Sec. 9. Section 103A.10, subsection 4, paragraphs 47 48 a and b, Code Supplement 2007, are amended to read as 49 follows: a. Provisions of the state building code 3 50 1 establishing thermal efficiency energy conservation 2 standards shall be applicable to all  $\frac{1}{1000} \, \mathrm{meV}$  construction 3 owned by the state, an agency of the state or a 4 political subdivision of the state, to all new 5 construction located in a governmental subdivision

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<del>6 which has adopted either the state building code or</del>
     local building code or compilation of requirements for
   8 building construction and to all other new
   <del>9 construction</del> in the state which will contain <del>more than</del>
  10 one hundred thousand cubic feet of enclosed space that
4 11 is heated or cooled. The commissioner shall provide
     appropriate exceptions for construction where the
  13 application of an energy conservation requirement
4 14 adopted pursuant to this chapter would be impractical
         h.
             Provisions of the state building code
4 16 establishing lighting efficiency standards shall be
4 17 applicable to all new construction owned by the state,
  18 an agency of the state or a political subdivision of
  19 the state and to all new construction, in the state,
<del>4 20 of buildings which are open to the general public</del>
  21 during normal business hours and to new and
  22 replacement lighting in existing buildings.
23 Sec. 10. Section 103A.10, subsection 5, Code
4 23
4 24 Supplement 2007, is amended by striking the subsection 4 25 and inserting in lieu thereof the following:
         5. Notwithstanding any other provision of this
  27 chapter to the contrary, the energy conservation
  28 requirements adopted by the commissioner and approved
  29 by the council shall apply to all new construction 30 commenced on or after July 1, 2008, and shall
  31 supersede and replace any minimum requirements for
  32 energy conservation adopted or enacted by the
  33 governmental subdivision prior to that date and
  34 applicable to such construction.
         Sec. 11. Section 103A.10A, subsections 1 and 2,
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  36 Code Supplement 2007, are amended to read as follows:
  37
         1. Beginning on January 1, 2007, all All newly
  38 constructed buildings or structures subject to the
  39 state building code, excluding including any addition, 40 but excluding any renovation, or repair of a building
4 41 or structure, whether existing prior to January 1,
  42 2007, or thereafter, that are owned by the state or an
4 43 agency of the state, except as provided in subsection 4 44 2, shall be subject to a plan review and inspection by
4 45 the commissioner or an independent building inspector
  46 appointed by the commissioner. A fee shall be
47 assessed for the cost of plan review and the cost of
4 48 inspection. The commissioner may inspect an existing
  49 building that is undergoing renovation or remodeling
4
  50 to enforce the energy conservation requirements
      established under this chapter.
         2. Beginning on July 1, 2007, all All newly
   3 constructed buildings, excluding including any
   4 addition, but excluding any renovation, or repair of a
   5 building, whether existing prior to July 1, 2007, 6 thereafter, that are owned by the state board of
   7 regents shall be subject to a plan review and
   8 inspection by the commissioner or the commissioner's
   9 staff or assistant. The commissioner and the state
  10 board of regents shall develop a plan to implement the
  11 requirements of this subsection, including funding
5 12 recommendations related to plan review and inspection,
5 13 by March 1, 2007. The commissioner may inspect an 5 14 existing building that is undergoing renovation or
5 15 remodeling to enforce the energy conservation
  16 requirements established under this chapter.
5 17 commissioner and the state board of regents shall 5 18 develop a plan to implement this provision.
         Sec. 12. Section 103A.19, subsection 1, Code
  20 Supplement 2007, is amended to read as follows:
         1. The examination and approval or disapproval of
  22 plans and specifications, the issuance and revocation
  23 of building permits, licenses, certificates, and
  24 similar documents, the inspection of buildings or
  25 structures, and the administration and enforcement of
  26 building regulations shall be the responsibility of
  27 the governmental subdivisions of the state and shall
  28 be administered and enforced in the manner prescribed
  29 by local law or ordinance. All provisions of law
  30 relating to the administration and enforcement of
  31 local building regulations in any governmental
  32 subdivision shall be applicable to the administration
  33 and enforcement of the state building code in the
  34 governmental subdivision. An application made to a 35 local building department or to a state agency for
  36 permission to construct a building or structure
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37 pursuant to the provisions of the state building code 38 shall, in addition to any other requirement, be signed 5 39 by the owner or the owner's authorized agent, and 5 40 shall contain the address of the owner, and a 5 41 statement that the application is made for permission 42 to construct in accordance with the provisions of the 5 43 code. The application shall also specifically include 5 44 a statement that the construction will be in 5 45 accordance with all applicable energy conservation 46 requirements. Sec. 13. Section 103A.22, subsection 1, Code 2007, 5 48 is amended to read as follows: 49 1. Nothing in this chapter shall be construed as 50 prohibiting any governmental subdivision from adopting 1 or enacting any building regulations relating to any 2 building or structure within its limits, but a 6 3 governmental subdivision in which the state building 4 code has been accepted and is applicable shall not 5 have the power to supersede, void, or repeal or make 6 6 more restrictive any of the provisions of this chapter or of the rules adopted by the commissioner. subsection shall not apply to energy conservation 9 requirements adopted by the commissioner and approved 10 by the council pursuant to section 103A.8A or 103A.10. 11 Sec. 14. Section 216A.102, subsection 2, paragraph 6 12 b, Code 2007, is amended by striking the paragraph.
6 13 Sec. 15. Section 266.39C, subsection 3, Code 2007, 14 is amended to read as follows: 6 15 3. Iowa state university of science and technology 6 16 shall employ a director for the center, who shall be 17 appointed by the president of Iowa state university of 18 science and technology. The director of the center 19 shall employ necessary research and support staff. 20 The director and staff shall be employees of Iowa 21 state university of science and technology. No me 6 22 than seven hundred thousand dollars of the funds made 6 23 available by appropriation from state revenues in any 24 one year shall be expended by the center for the 6 25 salaries and benefits of the employees of the center, 6 26 including the salary and benefits of the director. 6 27 The limit on expenditures for salaries and benefits 6 28 shall be adjusted annually by a percentage equal to 6 29 the average percentage salary adjustment approved 6 30 annually by the state board of regents for 31 professional and scientific employees at Iowa state 6 32 university of science and technology. The remainder 6 33 of the funds appropriated from state funds Funds 34 appropriated to the center shall be used to sponsor 35 research grants and projects submitted on a 6 36 competitive basis by Iowa colleges and universities 37 and private nonprofit agencies and foundations, and <u>38 for the salaries and benefits of the employees of the</u> 39 center. The center may also solicit additional grants 6 40 and funding from public and private nonprofit agencies 6 41 and foundations. Sec. 16. Section 388.9, subsection 2, Code 2007, 43 is amended by adding the following new unnumbered 44 paragraph: 45 NEW UNNUMBERED PARAGRAPH. For purposes of this 46 subsection, "proprietary information" includes 47 customer records that if disclosed would harm the 6 48 competitive position of a customer; or information 49 required by a noncustomer contracting party to be kept 6 50 confidential pursuant to a nondisclosure agreement 1 which relates to electric transmission planning and 2 construction, critical energy infrastructure, an 7 ownership interest or acquisition of an ownership interest in an electric generating facility, or other 7 information made confidential by law or rule. 7 Section 455E.11, subsection 2, paragraph Sec. 17. e, Code 2007, is amended by striking the paragraph. Sec. 18. Section 473.1, Code 2007, is amended by 7 adding the following new subsections: 7 <u>NEW SUBSECTION</u>. OA. "Alternative and renewable 10 11 energy" means the same as in section 469.31.
12 NEW SUBSECTION. 4A. "Renewable fuel" means the 13 same as in section 469.31. Sec. 19. Section 473.1, subsection 5, Code 2007, 15 is amended to read as follows: 5. "Supplier" means any person engaged in the 17 business of selling, importing, storing, or generating

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7 18 energy sources, alternative and renewable energy, or 7 19 renewable fuel in Iowa.
         Sec. 20. Section 473.2, subsection 1, paragraph a,
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7 21 Code 2007, is amended to read as follows:
        a. Physical, human, natural, and financial
7 23 resources are allocated efficiently.
  24 Sec. 21. Section 473.3, Code 2007, is amended to 25 read as follows:
        473.3 ENERGY EFFICIENCY RESOURCE MANAGEMENT GOAL.
            The goal of this state is to more efficiently
  2.7
  28 utilize energy resources, especially those that are 29 nonrenewable or that have negative environmental
  <del>30 impacts, in order</del> to enhance the economy of the state
  31 and to decrease by decreasing the state's dependence 32 on nonrenewable energy resources from outside the
  33 state and by reducing the amount of energy used.
  34 goal is to be implemented through the development of
  35 policies and programs that promote energy efficiency
  36 and energy conservation, and alternative and renewable
  37 energy use by all Iowans, through the development and
  38 enhancement of an energy efficiency and alternative
  39 and renewable energy industry, through the development
  40 of indigenous commercialization of energy resources
  41 and technologies that are economically and
7 42 environmentally viable, and through the development
7 43 and implementation of effective public information and
7 44 education programs.
7 45
         2. State government shall be a model and testing
7 46 ground for the use of energy efficiency, energy
  <u>47 conservation, and alternative and renewable energy</u>
  48 systems.
7 49
        Sec. 22.
                    Section 473.7, subsections 2 and 3, Code
7 50 Supplement 2007, are amended by striking the
8
   1 subsections.
   2 Sec. 23. Section 473.7, subsections 4, 5, 11, 12, 3 and 14, Code Supplement 2007, are amended to read as
                    Section 473.7, subsections 4, 5, 11, 12,
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   4 follows:
             a. Establish a central depository within the
     state for energy data. The central depository shall
   7 be located at or accessible through a library which is
  8 a member of an interlibrary loan program to facilitate
   9 access to the data and information contained in the
8 10 central depository. The department shall collect and
  11 analyze data necessary to forecast to use in
8 12 forecasting future energy demands in demand and supply
8 13 for the state. The department may require a A
8 14 supplier is required to provide information pertaining
8 15 to the supply, storage, distribution, and sale of 8 16 energy sources in this state when requested by the
  <u>17 department</u>. The information <del>shall be furnished on a</del>
  18 periodic basis, shall be of a nature which directly
8 19 relates to the supply, storage, distribution, and sale 8 20 of energy sources, and shall not include any records,
  21 documents, books, or other data which relate to the
  22 financial position of the supplier. Provided the The
  23 department, prior to requiring any supplier to furnish
  24 it with such information, shall make every reasonable
  25 effort to determine if the same such information is 26 available from any other governmental source. If it
  27 finds such information is available, the department
  28 shall not require submission of the same information
  29 from a supplier. Notwithstanding the provisions of
  30 chapter 22, information and reports obtained under
  31 this section shall be confidential except when used
  32 for statistical purposes without identifying a
  33 specific supplier and when release of the information
  34 will not give an advantage to competitors and serves a
  35 public purpose. The department shall use this data to 36 conduct energy forecasts which shall be included in
8
  37 the biennial update required by this section.
8 38
         b. The department may subpoena witnesses,
8 39 administer oaths, and require the production of 8 40 records, books, and documents for examination in order
8 41 to obtain information required to be submitted under
  42 this section. In case of failure or refusal on the
  43 part of any person to comply with a subpoena issued by
  44 the department, or in case of the refusal of any
  45 witness to testify as to any matter regarding which
  46 the witness may be interrogated under this chapter,
8 47 the district court, upon the application of the
8 48 department, may order the person to show cause why the
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49 person should not be held in contempt for failure to
   50 testify or comply with a subpoena, and may order the
     1 person to produce the records, books, and documents
    2 for examination, and to give testimony. The courts 3 may punish for contempt as in the case of disobedience
     4 to a like subpoena issued by the court, or for refusal
     5 to testify.
           5. Develop, recommend, and implement with
 9
     7 appropriate agencies public and professional education
     8 and communication programs in energy efficiency,
      energy conservation, and conversion to alternative sources of energy alternative and renewable energy.
 9 11
           11. Develop, in coordination with the office of
                independence, a program to annually give public
       energy
 9 13 recognition to innovative methods of energy
 9 14 conservation, energy management, and alternative and
    15 renewable energy production.
 9 16
           12. Administer and coordinate, in coordination
 9 17 with the office of energy independence, federal funds
 9 18 for energy conservation, energy management, and
    19 alternative and renewable energy programs including,
 9 20 but not limited to, the institutional conservation
 9 21 program, state energy conservation program, and energy
 9 22 extension service program, and related programs which
 9 23 provide energy management and conservation assistance
   24 to schools, hospitals, health care facilities,
 9 25 communities, and the general public.
           14. Perform Provide information from monthly fuel
 9 27 surveys which establish a statistical average of motor
   28 fuel prices for various motor fuels provided
 9 29 throughout the state. Additionally, the department 9 30 shall perform provide statewide monthly fuel surveys
    31 in cities with populations of over fifty thousand
 9 32 <u>survey information</u> which establish a statistical
9 33 average of motor fuel prices for various motor fuels
 9 34 provided in those individual cities both metropolitan
9 35 and rural areas of the state. The survey results
    36 shall be publicized in a monthly press release issued
 9 37 by the department.
 9 38
          Sec. 24.
                       Section 473.15, Code 2007, is amended to
   39 read as follows:
 9 40
           473.15 ANNUAL REPORT.
 9 41
           The department shall include in the complete an
 9 42 annual report <del>required under section 455A.4 an 9 43 assessment of to assess</del> the progress <del>achieved by</del>
    44 public agencies of state agencies in implementing
 9 45 energy management improvements, alternative and
 9 46 renewable energy systems, and life cycle cost analyses
9 47 under chapter 470, and on the use of renewable fuels.
    48 The department shall work with state agencies and with
 9 49 any entity, agency, or organization with which they
9 50 are associated or involved in such implementation, to
    1 use available information to minimize the cost of
<u> 10</u>
    2 preparing the report. The department shall also
     3 provide an assessment of the economic and
     4 environmental impact of the progress made by state
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     5 agencies related to energy management and alternative
     6 and renewable energy, along with recommendations on 7 technological opportunities and policies necessary for
    8 continued improvement in these areas.
                      Section 473.19, Code 2007, is amended to
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           Sec. 25.
10 10 read as follows:
           473.19 ENERGY BANK PROGRAM.
10 11
           1. The energy bank program is established by the
10 12
10 13 department. The energy bank program consists of the 10 14 following forms of assistance for the state, state
10 15 agencies, political subdivisions of the state, school
10 16 districts, area education agencies, community
10 17 colleges, and nonprofit organizations:
10 18
                   Promoting program availability.
10 19
                <u>Developing or identifying guidelines and model</u>
       energy techniques for the completion of energy analyses for state agencies, political subdivisions of
10
   22 the state, school districts, area education agencies,
    23 community colleges, and nonprofit organizations.
24 c. Providing moneys from the petroleum overcharge
<del>10 25 fund</del> <u>technical assistance</u> for conducting <u>or evaluating</u>
10 26 energy audits analyses for school districts under
   27 section 279.44, for conducting comprehensive
10 28 engineering analyses for school districts and for
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10 29 conducting energy audits and comprehensive engineering

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30 analyses for state agencies, and political
   31 subdivisions of the state agencies, political
10 32 subdivisions of the state, school districts, area
   33 education agencies, community colleges, and nonprofit
10 34 organizations.
10 35 <del>2.</del> <u>d.</u> Providing <u>or facilitating</u> loans, leases, 10 36 and other methods of alternative financing <u>from under</u>
10 37 the energy loan fund established in section 473.20 and
   38 section 473.20A program for the state, state agencies,
10 39 political subdivisions of the state, school districts,
10 40 area education agencies, community colleges, and 10 41 nonprofit organizations to implement energy
10 42 conservation measures management improvements or
   43 energy analyses.
10 44
          3. Serving as a source of technical support for
10 45 energy conservation management.
10 46
          4. e. Providing assistance for obtaining
10 47 insurance on the energy savings expected to be
10 48 realized from the implementation of energy
10 49 conservation measures management improvements
    50 5. <u>f.</u> <del>Providing <u>Facilitating</u> self=liquidating</del> 1 financing for the state, state agencies, political
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    2 subdivisions of the state, school districts, area
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    3 education agencies, community colleges, and nonprofit
    4 organizations pursuant to section 473.20A.
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         g. Assisting the treasurer of state with financing
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      agreements entered into by the treasurer of state on
    7 behalf of state agencies to finance energy management
    8 improvements pursuant to section 12.28.
11
         <u>2.</u> For the purpose of this section, section
11 10 473.20, and section 473.20A, "energy conservation 11 11 measure" management improvement" means construction,
11 12 rehabilitation, acquisition, or modification of an
11 13 installation in a facility or vehicle which is
   14 intended to reduce energy consumption, or energy
11 15 costs, or both, or allow the use of an alternative
11 16 energy source, which may contain integral alternative 11 17 and renewable energy. "Energy management improvement
11 18 may include control and measurement devices.
11 19 "Nonprofit organization" means an organization exempt
11 20 from federal income taxation under section 501(c)(3)
11 21 of the Internal Revenue Code.
11 22
          3.
              The department shall submit a report by January
        annually to the governor and the general assembly
   24 detailing services provided and assistance rendered
   25 pursuant to the energy bank program and pursuant to
   26 sections 473.20 and 473.20A, and receipts and
   <u>27 disbursements in relation to the energy bank fund</u>
   28 created in section 473.19A.
11 29
          4. Moneys awarded or allocated to the state, its
   30 citizens, or its political subdivisions as a result of
   31 the federal court decisions and United States
   32 department of energy settlements resulting from
   33 alleged violations of federal petroleum pricing
   34 regulations attributable to or contained within the 35 Stripper Well fund shall be allocated to and remain
   <u>36 under the control of the department for utilization</u>
   37 for energy program=related staff support purposes.
38 Sec. 26. NEW SECTION. 473.19A ENERGY BANK FUND.
11 38
11 39
          1. The energy bank fund is created within the
11 40 state treasury under the control of the department, in
11 41 collaboration with the office of energy independence
11 42 established in section 469.2. The fund shall be used
11 43 for the operational expenses and administrative costs
11 44 incurred by the department in facilitating and
11 45 administering the energy bank program established in
11 46 section 473.19.
11 47
         2. The energy bank fund shall consist of amounts
11 48 deposited into the fund or allocated from the
11 49 following sources:
          a. Any moneys awarded or allocated to the state,
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    1 its citizens, or its political subdivisions as a 2 result of the federal court decisions and United
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    3 States department of energy settlements resulting from
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    4 alleged violations of federal petroleum pricing
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    5 regulations attributable to or contained within the
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    6 Exxon fund. Amounts remaining in the oil overcharge
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    7 account established in section 455E.11, subsection 2,
12 8 paragraph "e", and the energy conservation trust
12 9 established in section 473.11, as of June 30, 2008,
12 10 shall be deposited into the energy bank fund pursuant
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12 11 to this paragraph, notwithstanding section 8.60, 12 12 subsection 15.

12 13 b. (1) Moneys received in the form of fees 12 14 imposed upon the state, state agencies, political 12 15 subdivisions of the state, school districts, area 12 16 education agencies, community colleges, and nonprofit 12 17 organizations for services performed or assistance 12 18 rendered pursuant to the energy bank program. 12 19 imposed pursuant to this paragraph shall be 12 20 established by the department in an amount 12 21 corresponding to the operational expenses or 12 22 administrative costs incurred by the department in 12 23 performing services or providing assistance authorized

12 24 pursuant to the energy bank program, as follows:
12 25 (a) For a building of up to twenty=five thousand 12 26 square feet, two thousand five hundred dollars.

12 27 (b) For a building in excess of twenty=five 12 28 thousand square feet, an additional eight cents per 12 29 square foot.

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(c) A building that houses more energy intensive 31 functions may be subject to a higher fee than the fees 12 32 specified in subparagraphs (a) and (b) as determined 12 33 by the department.

Any fees imposed shall be retained by the 12 34 (2) 12 35 department and are appropriated to the department for 12 36 purposes of providing the services or assistance under 12 37 the program.

c. Moneys appropriated by the general assembly and 12 39 any other moneys, including grants and gifts from 12 40 government and nonprofit organizations, available to 12 41 and obtained or accepted by the department for 12 42 placement in the fund.

d. Moneys contained in the intermodal revolving 12 44 loan fund administered by the department of 12 45 transportation for the fiscal year beginning July 1, 12 46 2019, and succeeding fiscal years.

e. Moneys in the fund are not subject to section Notwithstanding section 12C.7, interest or 12 48 8.33. 12 49 earnings on moneys in the fund shall be credited to 12 50 the fund.

1 3. The energy bank fund shall be limited to a 2 maximum of one million dollars. Amounts in excess of this maximum limitation shall be transferred to and 4 deposited in the rebuild Iowa infrastructure fund 5 created in section 8.57, subsection 6.

Sec. 27. Section 473.20, unnumbered paragraph 1, Code 2007, is amended to read as follows:

An energy loan fund program is established in the office of the treasurer of state to and shall be 13 10 administered by the department.

Sec. 28. Section 473.20, subsections 1, 5, and 6, 13 11 13 12 Code 2007, are amended to read as follows:

1. The department may make loans to the state, 14 state agencies, facilitate the loan process for 13 15 political subdivisions of the state, school districts, 13 16 area education agencies, community colleges, and 13 17 nonprofit organizations for implementation of energy 13 18 conservation measures management improvements 13 19 identified in a comprehensive engineering an energy 13 20 analysis. Loans shall be made facilitated for all 13 21 cost=effective energy management improvements. For 22 the state, state agencies, political subdivisions of 13 23 the state, school districts, area education agencies, 13 24 community colleges, and nonprofit organizations to 25 receive a loan from the fund assistance under the 26 program, the department shall require completion of an 13 27 energy management plan including an energy audit and a 28 comprehensive engineering analysis. The department 13 29 shall approve loans made facilitated under this

13 30 section. 31 5. The state, state agencies, political Political 32 subdivisions of the state, school districts, area 13 31 13 33 education agencies, and community colleges shall 13 34 design and construct the most energy cost=effective

35 facilities feasible and shall use the financing made 36 available may use financing facilitated by the 13 37 department to cover the incremental costs above 13 38 minimum building code energy efficiency standards of

13 39 purchasing energy efficient devices and materials 13 40 unless other lower cost financing is available. As

13 41 used in this section, "facility" means a structure

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13 42 that is heated or cooled by a mechanical or electrical
13 43 system, or any system of physical operation that
13 44 consumes energy to carry out a process.
          6. The department shall not require the state,
13 46 state agencies, political subdivisions of the state,
13 47 school districts, area education agencies, and
13 48 community colleges to implement a specific energy
13 49 conservation measure management improvement identified
13 50 in a comprehensive engineering an energy analysis if
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    1 the entity which prepared the analysis demonstrates to
14
    2 the department that the facility which is the subject
    3 of the energy conservation measure management
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       improvement is unlikely to be used or operated for the
    5 full period of the expected savings payback of all
      costs associated with implementing the energy
    7 conservation measure management improvement, including
   8 without limitation, any fees or charges of the 9 department, engineering firms, financial advisors,
14 10 attorneys, and other third parties, and all financing
14 11 costs including interest, if financed.
14 12 Sec. 29. Section 473.20, subsection 3, Code 2007,
14 13 is amended by striking the subsection.
14 14 Sec. 30. Section 473.20A, Code 2007, is amended to
14 15 read as follows:
          473.20A SELF=LIQUIDATING FINANCING.
14 16
              The department of natural resources may enter
14 18 into facilitate financing agreements that may be
   19 entered into with the state, state agencies, political
14 20 subdivisions of the state, school districts, area
14 21 education agencies, community colleges, or nonprofit
14 22 organizations in order to provide the financing to pay
14 23 finance the costs of furnishing energy conservation
14 24 measures management improvements on a self=liquidating
   25 basis. The provisions of section 473.20 defining
14 26 eligible energy conservation measures and the method
14 27 of repayment of the loans management improvements
14 28 apply to financings under this section.
          The financing agreement may contain provisions,
14 30 including interest, term, and obligations to make
14 31 payments on the financing agreement beyond the current
14 32 budget year, as may be agreed upon between the
   33 department of natural resources and the state,
   <del>34 agencies,</del> <u>acceptable to</u> political subdivisions of the
14 35 state, school districts, area education agencies,
14 36 community colleges, or nonprofit organizations.
         2. For the purpose of funding its obligation to
14 38 furnish moneys under the financing agreements, or to
   39 fund the energy loan fund created in section 473.20,
14 40 the treasurer of state, with the assistance of the
14 41 department of natural resources, or the treasurer of
14 42 state's duly authorized agents or representatives, may
14 43 incur indebtedness or enter into master lease
14 44 agreements or other financing arrangements to borrow
14 45 to accomplish energy conservation measures, or the
14 46 department of natural resources may enter into master
14 47 lease agreements or other financing arrangements to
14 48 permit the state, state agencies, political
14 49 subdivisions of the state, school districts, area
14 50 education agencies, community colleges, or nonprofit
   1 organizations to borrow sufficient funds to accomplish
  2 the energy conservation measure. The obligations may 3 be in such form, for such term, bearing such interest
   4 and containing such provisions as the department of
   5 natural resources, with the assistance of the
   <u>6 treasurer of state, deems necessary or appropriate.</u>
    7 Funds remaining after the payment of all obligations
15 8 have been redeemed shall be paid into the energy loan
15 9 fund. The department shall assist the treasurer of
15 10 state with financing agreements entered into by the
15 11 treasurer of state on behalf of state agencies
15 12 pursuant to section 12.28 to finance energy management
15 13 improvements being implemented by state agencies.
15 14 3. 2. The state, state agencies, political 15 15 Political subdivisions of the state, school districts,
15 16 area education agencies, community colleges, and 15 17 nonprofit organizations may enter into financing
15 18 agreements and issue obligations necessary to carry
15 19 out the provisions of the chapter. Chapter 75 shall
15 20 not be applicable.
15 21
          Sec. 31. Section 476.46, subsection 2, paragraph
15 22 d, subparagraph (2), Code 2007, is amended to read as
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15 23 follows:
15 24 (2) A facility shall be eligible for no more than
15 25 two hundred fifty thousand one million dollars in
15 26 loans outstanding at any time under this program.
15 27 Sec. 32. Sections 473.11, 473.13, 473.16, 473.17,
15 28 473.42, and 473.44, Code 2007, are repealed.
15 29 Sec. 33. EFFECTIVE DATE. This Act, being deemed
15 30 of immediate importance, takes effect upon enactment.>
15 31 #2. Title page, by striking lines 1 through 3 and
15 32 inserting the following: <An Act relating to the
15 33 development, management, and efficient use of energy
15 34 resources, making energy=related modifications to the
15 35 state building code, setting fees, making
15 36 appropriations, and providing an effective date.>
15 37 #3. By renumbering as necessary.
15 38 SF 517.H
15 39 rn/jg/25
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